

Message Text

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ORIGIN NEA-10

INFO OCT-01 ISO-00 SS-15 AID-05 TRSE-00 EB-07 OMB-01
L-03 IGA-02 ABF-01 SP-02 /047 R

DRAFTED BY NEA/INS:JRGRAHAME:JES
APPROVED BY NEA/INS:DKUX
M :RWHITENER
AID/BIS:PBOUGHTON (DRAFT)
AID/ASIA:MADLER (INFO)
-----071359Z 074152 /45
R 062041Z MAY 77
FM SECSTATE WASHDC
TO AMEMBASSY NEW DELHI

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E.O. 11652: N/A

TAGS: EAID, US, IN

SUBJECT: ST. JOHNS

REF: NEW DELHI 5723

1. STATE AND TREASURY OPPOSE THE USE OF INTEREST-BEARING RUPEES FOR THE ST. JOHN'S GRANT FOR THE REASONS THE EMBASSY CITES IN REFTEL. WE INFORMED THE AMERICAN BANKS IN INDIA AT THE TIME OF THE CONCLUSION OF THE RUPEE AGREEMENT THAT WE WOULD USE OUR NON-INTEREST BEARING ACCOUNTS BEFORE USING OUR ACCOUNTS ON DEPOSIT WITH THEM. WE CONCUR IN THE POSITION AS STATED REFTEL AND BELIEVE YOU SHOULD MAINTAIN THAT POSITION BOTH IN GENERAL AND IF GOI RAISES ISSUE IN RELATION TO ST. JOHNS.

2. SINCE INDIAN EMBASSY MINISTER BAIJAL HAS RAISED THE
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ISSUE INFORMALLY WITH AID. WE WILL TELL HIM THAT WHILE THERE DO NOT APPEAR TO BE ANY LEGAL IMPEDIMENTS TO THE USE OF INTEREST-BEARING FUNDS FOR ST. JOHNS, GENERAL USG FISCAL POLICY CAUSES US TO OPPOSE DRAW DOWN OF INTEREST-BEARING FUNDS WHEN NON-INTEREST BEARING FUNDS ARE AVAILABLE. WE WILL EXPLAIN THAT POLICY REQUIRES THE USG TO MAXIMIZE THE INTEREST-EARNING POTENTIAL OF U.S.-OWNED FUNDS, A GOAL WHICH

WOULD NOT BE MET WERE WE TO SPEND INTEREST-BEARING RUPEES

WHEN NON-INTEREST BEARING RUPEES REMAIN AVAILABLE. CHRISTOPHER

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: GRANTS, RUPEE
Control Number: n/a
Copy: SINGLE
Sent Date: 06-May-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE103698
Document Source: CORE
Document Unique ID: 00
Drafter: JRGRAHAME:JES
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770161-0280
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770584/aaaaculi.tel
Line Count: 65
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 62ae0799-c288-dd11-92da-001cc4696bcc
Office: ORIGIN NEA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 NEW DELHI 5723
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 04-Apr-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2612907
Secure: OPEN
Status: NATIVE
Subject: ST. JOHNS
TAGS: EAID, US, IN
To: NEW DELHI
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/62ae0799-c288-dd11-92da-001cc4696bcc
Review Markings:
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